

# FEDERAL RESERVE statistical release



H.4.1

## Factors Affecting Reserve Balances of Depository Institutions and Condition Statement of Federal Reserve Banks

August 12, 2010

### 1. Factors Affecting Reserve Balances of Depository Institutions

Millions of dollars

Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Aug 11, 2010
	Week ended Aug 11, 2010	Change from week ended		
		Aug 4, 2010	Aug 12, 2009	
Reserve Bank credit	2,308,988	- 142	+ 319,671	2,310,364
Securities held outright <sup>1</sup>	2,054,510	+ 477	+ 681,818	2,055,848
U.S. Treasury securities	777,012	- 10	+ 56,102	777,009
Bills <sup>2</sup>	18,423	0	0	18,423
Notes and bonds, nominal <sup>2</sup>	712,020	0	+ 59,582	712,020
Notes and bonds, inflation-indexed <sup>2</sup>	41,129	0	- 3,459	41,129
Inflation compensation <sup>3</sup>	5,441	- 10	- 21	5,437
Federal agency debt securities <sup>2</sup>	159,381	0	+ 50,485	159,381
Mortgage-backed securities <sup>4</sup>	1,118,117	+ 488	+ 575,232	1,119,459
Repurchase agreements <sup>5</sup>	0	0	0	0
Term auction credit	0	0	- 233,598	0
Other loans	62,374	- 1,514	- 43,603	62,225
Primary credit	14	- 22	- 33,920	1
Secondary credit	1	+ 1	- 804	0
Seasonal credit	79	- 4	- 26	80
Asset-Backed Commercial Paper Money Market Mutual Fund Liquidity Facility	0	0	- 113	0
Credit extended to American International Group, Inc., net <sup>6</sup>	23,512	- 73	- 17,677	23,674
Term Asset-Backed Securities Loan Facility <sup>7</sup>	38,768	- 1,416	+ 8,937	38,470
Other credit extensions	0	0	0	0
Net portfolio holdings of Commercial Paper Funding Facility LLC <sup>8</sup>	1	0	- 60,027	1
Net portfolio holdings of Maiden Lane LLC <sup>9</sup>	29,454	+ 27	+ 3,500	29,469
Net portfolio holdings of Maiden Lane II LLC <sup>10</sup>	15,958	- 214	+ 1,143	15,961
Net portfolio holdings of Maiden Lane III LLC <sup>11</sup>	23,231	- 319	+ 2,472	23,299
Net portfolio holdings of TALF LLC <sup>12</sup>	540	0	+ 540	540
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>13</sup>	25,733	0	+ 25,733	25,733
Float	-1,761	- 78	+ 384	-2,020
Central bank liquidity swaps <sup>14</sup>	1,246	0	- 75,037	1,246
Other Federal Reserve assets <sup>15</sup>	97,703	+ 1,480	+ 16,347	98,062
Gold stock	11,041	0	0	11,041
Special drawing rights certificate account	5,200	0	+ 3,000	5,200
Treasury currency outstanding <sup>16</sup>	43,252	+ 14	+ 769	43,252
<b>Total factors supplying reserve funds</b>	<b>2,368,481</b>	<b>- 128</b>	<b>+ 323,439</b>	<b>2,369,857</b>

Note: Components may not sum to totals because of rounding. Footnotes appear at the end of the table.

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### 1. Factors Affecting Reserve Balances of Depository Institutions (continued)

Millions of dollars

Reserve Bank credit, related items, and reserve balances of depository institutions at Federal Reserve Banks	Averages of daily figures			Wednesday Aug 11, 2010
	Week ended Aug 11, 2010	Change from week ended		
		Aug 4, 2010	Aug 12, 2009	
Currency in circulation <sup>16</sup>	946,348	+ 1,658	+ 34,727	947,902
Reverse repurchase agreements <sup>17</sup>	59,980	- 2,175	- 10,324	58,548
Foreign official and international accounts	59,748	- 2,407	- 10,556	57,963
Dealers	231	+ 231	+ 231	585
Treasury cash holdings	199	- 11	- 87	207
Deposits with F.R. Banks, other than reserve balances	243,397	+ 8,299	- 14,983	233,845
Term deposits held by depository institutions	2,119	0	+ 2,119	2,119
U.S. Treasury, general account	36,113	+ 8,736	- 12,104	26,932
U.S. Treasury, supplementary financing account	199,957	- 3	+ 24	199,957
Foreign official	2,082	- 656	- 1,332	2,013
Service-related	2,457	0	- 2,662	2,457
Required clearing balances	2,457	0	- 2,662	2,457
Adjustments to compensate for float	0	0	0	0
Other	669	+ 220	- 1,028	367
Other liabilities and capital <sup>18</sup>	73,401	- 633	+ 15,768	73,611
<b>Total factors, other than reserve balances, absorbing reserve funds</b>	<b>1,323,325</b>	<b>+ 7,138</b>	<b>+ 25,101</b>	<b>1,314,113</b>
<b>Reserve balances with Federal Reserve Banks</b>	<b>1,045,156</b>	<b>- 7,266</b>	<b>+ 298,338</b>	<b>1,055,744</b>

Note: Components may not sum to totals because of rounding.

- Includes securities lent to dealers under the overnight and term securities lending facilities; refer to table 1A.
- Face value of the securities.
- Compensation that adjusts for the effect of inflation on the original face value of inflation-indexed securities.
- Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
- Cash value of agreements.
- Includes outstanding principal and capitalized interest net of unamortized deferred commitment fees and allowance for loan restructuring. Excludes credit extended to consolidated LLCs.
- Includes credit extended by the Federal Reserve Bank of New York to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
- Refer to table 7 and the note on consolidation accompanying table 11.
- Refer to table 4 and the note on consolidation accompanying table 11.
- Refer to table 5 and the note on consolidation accompanying table 11.
- Refer to table 6 and the note on consolidation accompanying table 11.
- Refer to table 8 and the note on consolidation accompanying table 11.
- Refer to table 9.
- Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.
- Includes other assets denominated in foreign currencies, which are revalued daily at market exchange rates, accrued dividends on the Federal Reserve Bank of New York's (FRBNY) preferred interests in AIA Aurora LLC and ALICO Holdings LLC, and the fair value adjustment to credit extended by the FRBNY to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
- Estimated.
- Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
- Includes the liabilities of Commercial Paper Funding Facility LLC, Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 8 and the note on consolidation accompanying table 11.

Sources: Federal Reserve Banks and the U.S. Department of the Treasury.

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### 1A. Memorandum Items

Millions of dollars

Memorandum item	Averages of daily figures			Wednesday Aug 11, 2010
	Week ended Aug 11, 2010	Change from week ended		
		Aug 4, 2010	Aug 12, 2009	
Marketable securities held in custody for foreign official and international accounts <sup>1</sup>	3,164,488	+ 10,583	+ 348,871	3,174,357
U.S. Treasury securities	2,334,184	+ 11,432	+ 301,789	2,341,620
Federal agency securities <sup>2</sup>	830,304	- 849	+ 47,082	832,738
Securities lent to dealers	3,592	- 486	- 9,657	4,322
Overnight facility <sup>3</sup>	3,592	- 486	- 6,957	4,322
U.S. Treasury securities	2,359	- 573	- 8,014	3,040
Federal agency debt securities	1,232	+ 86	+ 1,056	1,282
Term facility <sup>4</sup>	0	0	- 2,700	0

Note: Components may not sum to totals because of rounding.

1. Face value of the securities. Includes U.S. Treasury STRIPS, other zero-coupon bonds, and mortgage-backed securities at face value.
2. Includes debt and mortgage-backed securities.
3. Fully collateralized by U.S. Treasury securities.
4. U.S. Treasury securities only. Fully collateralized by U.S. Treasury securities, federal agency securities, and other highly rated debt securities.

### 2. Maturity Distribution of Securities, Loans, and Selected Other Assets and Liabilities, August 11, 2010

Millions of dollars

Remaining maturity	Within 15 days	16 days to 90 days	91 days to 1 year	Over 1 year to 5 years	Over 5 years to 10 years	Over 10 years	All
Other loans <sup>1</sup>	28	54	0	62,144	0	...	62,225
U.S. Treasury securities <sup>2</sup>							
Holdings	19,072	13,043	53,289	331,813	215,945	143,846	777,009
Weekly changes	+ 2,156	- 2,157	- 1	- 2	- 2	- 5	- 10
Federal agency debt securities <sup>3</sup>							
Holdings	2,879	6,821	37,246	77,342	32,746	2,347	159,381
Weekly changes	+ 709	- 709	0	0	0	0	0
Mortgage-backed securities <sup>4</sup>							
Holdings	0	0	0	30	20	1,119,408	1,119,459
Weekly changes	0	0	0	0	0	+ 1,724	+ 1,725
Commercial paper held by Commercial Paper Funding Facility LLC <sup>5</sup>	0	0	0	...	...	...	0
Asset-backed securities held by TALF LLC <sup>6</sup>	0	0	0	0	0	0	0
Repurchase agreements <sup>7</sup>	0	0	...	...	...	...	0
Central bank liquidity swaps <sup>8</sup>	1,242	4	0	0	0	0	1,246
Reverse repurchase agreements <sup>7</sup>	58,548	0	...	...	...	...	58,548
Term deposits	0	2,119	0	...	...	...	2,119

Note: Components may not sum to totals because of rounding.

... Not applicable.

1. Excludes the loans from the Federal Reserve Bank of New York (FRBNY) to Commercial Paper Funding Facility LLC, Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC. The loans were eliminated when preparing the FRBNY's statement of condition consistent with consolidation under generally accepted accounting principles.
2. Face value. For inflation-indexed securities, includes the original face value and compensation that adjusts for the effect of inflation on the original face value of such securities.
3. Face value.
4. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
5. Face value of commercial paper held by Commercial Paper Funding Facility LLC.
6. Face value of asset-backed securities held by TALF LLC, which is the remaining principal balance of the underlying assets.
7. Cash value of agreements.
8. Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.

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### 3. Supplemental Information on Mortgage-Backed Securities Purchase Program

Millions of dollars

Account name	Wednesday Aug 11, 2010
Mortgage-backed securities held outright <sup>1</sup>	1,119,459
Commitments to buy mortgage-backed securities <sup>2</sup>	820
Commitments to sell mortgage-backed securities <sup>2</sup>	0
Cash and cash equivalents <sup>3</sup>	679

1. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
2. Current face value. Generally settle within 180 days and include commitments associated with outright transactions, dollar rolls, and coupon swaps.
3. This amount is included in other Federal Reserve assets in table 1 and in other assets in table 10 and table 11.

### 4. Information on Principal Accounts of Maiden Lane LLC

Millions of dollars

Account name	Wednesday Aug 11, 2010
Net portfolio holdings of Maiden Lane LLC <sup>1</sup>	29,469
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	28,790
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	537
Outstanding principal amount and accrued interest on loan payable to JPMorgan Chase & Co. <sup>3</sup>	1,288

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of June 30, 2010. Any assets purchased after this valuation date are initially recorded at cost until their estimated fair value as of the purchase date becomes available.
2. Book value. This amount was eliminated when preparing the Federal Reserve Bank of New York's statement of condition consistent with consolidation under generally accepted accounting principles. Refer to the note on consolidation accompanying table 11.
3. Book value. The fair value of these obligations is included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 10 and table 11.

Note: On June 26, 2008, the Federal Reserve Bank of New York (FRBNY) extended credit to Maiden Lane LLC under the authority of section 13(3) of the Federal Reserve Act. This limited liability company was formed to acquire certain assets of Bear Stearns and to manage those assets through time to maximize repayment of the credit extended and to minimize disruption to financial markets. Payments by Maiden Lane LLC from the proceeds of the net portfolio holdings will be made in the following order: operating expenses of the LLC, principal due to the FRBNY, interest due to the FRBNY, principal due to JPMorgan Chase & Co., and interest due to JPMorgan Chase & Co. Any remaining funds will be paid to the FRBNY.

### 5. Information on Principal Accounts of Maiden Lane II LLC

Millions of dollars

Account name	Wednesday Aug 11, 2010
Net portfolio holdings of Maiden Lane II LLC <sup>1</sup>	15,961
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	13,873
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	383
Deferred payment and accrued interest payable to subsidiaries of American International Group, Inc. <sup>3</sup>	1,058

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of June 30, 2010. Any assets purchased after this valuation date are initially recorded at cost until their estimated fair value as of the purchase date becomes available.
2. Book value. This amount was eliminated when preparing the Federal Reserve Bank of New York's statement of condition consistent with consolidation under generally accepted accounting principles. Refer to the note on consolidation accompanying table 11.
3. Book value. The deferred payment represents the portion of the proceeds of the net portfolio holdings due to subsidiaries of American International Group, Inc. in accordance with the asset purchase agreement. The fair value of this payment and accrued interest payable are included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 10 and table 11.

Note: On December 12, 2008, the Federal Reserve Bank of New York (FRBNY) began extending credit to Maiden Lane II LLC under the authority of section 13(3) of the Federal Reserve Act. This limited liability company was formed to purchase residential mortgage-backed securities from the U.S. securities lending reinvestment portfolio of subsidiaries of American International Group, Inc. (AIG subsidiaries). Payments by Maiden Lane II LLC from the proceeds of the net portfolio holdings will be made in the following order: operating expenses of Maiden Lane II LLC, principal due to the FRBNY, interest due to the FRBNY, and deferred payment and interest due to AIG subsidiaries. Any remaining funds will be shared by the FRBNY and AIG subsidiaries.

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### 6. Information on Principal Accounts of Maiden Lane III LLC

Millions of dollars

Account name	Wednesday Aug 11, 2010
Net portfolio holdings of Maiden Lane III LLC <sup>1</sup>	23,299
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	15,107
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	473
Outstanding principal amount and accrued interest on loan payable to American International Group, Inc. <sup>3</sup>	5,298

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date. Revalued quarterly. This table reflects valuations as of June 30, 2010. Any assets purchased after this valuation date are initially recorded at cost until their estimated fair value as of the purchase date becomes available.
2. Book value. This amount was eliminated when preparing the Federal Reserve Bank of New York's statement of condition consistent with consolidation under generally accepted accounting principles. Refer to the note on consolidation accompanying table 11.
3. Book value. The fair value of these obligations is included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 10 and table 11.

Note: On November 25, 2008, the Federal Reserve Bank of New York (FRBNY) began extending credit to Maiden Lane III LLC under the authority of section 13(3) of the Federal Reserve Act. This limited liability company was formed to purchase multi-sector collateralized debt obligations (CDOs) on which the Financial Products group of American International Group, Inc. (AIG) has written credit default swap (CDS) contracts. In connection with the purchase of CDOs, the CDS counterparties will concurrently unwind the related CDS transactions. Payments by Maiden Lane III LLC from the proceeds of the net portfolio holdings will be made in the following order: operating expenses of Maiden Lane III LLC, principal due to the FRBNY, interest due to the FRBNY, principal due to AIG, and interest due to AIG. Any remaining funds will be shared by the FRBNY and AIG.

### 7. Information on Principal Accounts of Commercial Paper Funding Facility LLC

Millions of dollars

Account name	Wednesday Aug 11, 2010
Commercial paper holdings, net <sup>1</sup>	0
Other investments, net	1
Net portfolio holdings of Commercial Paper Funding Facility LLC	1
Memorandum: Commercial paper holdings, face value	0
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	0
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	0

1. Book value, which includes amortized cost and related fees.
2. Book value. This amount was eliminated when preparing the Federal Reserve Bank of New York's statement of condition consistent with consolidation under generally accepted accounting principles. Refer to the note on consolidation accompanying table 11.

Note: On October 27, 2008, the Federal Reserve Bank of New York began extending loans under the authority of section 13(3) of the Federal Reserve Act to Commercial Paper Funding Facility LLC. This LLC is a limited liability company formed to purchase three-month U.S. dollar-denominated commercial paper from eligible issuers and thereby foster liquidity in short-term funding markets and increase the availability of credit for businesses and households.

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### 8. Information on Principal Accounts of TALF LLC

Millions of dollars

Account name	Wednesday Aug 11, 2010
Asset-backed securities holdings <sup>1</sup>	0
Other investments, net	540
Net portfolio holdings of TALF LLC	540
Outstanding principal amount of loan extended by the Federal Reserve Bank of New York <sup>2</sup>	0
Accrued interest payable to the Federal Reserve Bank of New York <sup>2</sup>	0
Funding provided by U.S. Treasury to TALF LLC, including accrued interest payable <sup>3</sup>	105

1. Fair value. Fair value reflects an estimate of the price that would be received upon selling an asset if the transaction were to be conducted in an orderly market on the measurement date.
2. Book value. This amount was eliminated when preparing the Federal Reserve Bank of New York's statement of condition consistent with consolidation under generally accepted accounting principles. Refer to the note on consolidation accompanying table 11.
3. Book value. The fair value of these obligations is included in other liabilities and capital in table 1 and in other liabilities and accrued dividends in table 10 and table 11.

Note: On November 25, 2008, the Federal Reserve announced the creation of the Term Asset-Backed Securities Loan Facility (TALF) under the authority of section 13(3) of the Federal Reserve Act. The TALF is a facility under which the Federal Reserve Bank of New York (FRBNY) extends loans with a term of up to five years to holders of eligible asset-backed securities. The TALF is intended to assist financial markets in accommodating the credit needs of consumers and businesses by facilitating the issuance of asset-backed securities collateralized by a variety of consumer and business loans. The loans provided through the TALF to eligible borrowers are non-recourse, meaning that the obligation of the borrower can be discharged by surrendering the collateral to the FRBNY. The loans are extended for the market value of the security less an amount known as a haircut. As a result, the borrower bears the initial risk of a decline in the value of the security.

TALF LLC is a limited liability company formed to purchase and manage any asset-backed securities received by the FRBNY in connection with the decision of a borrower not to repay a TALF loan. TALF LLC has committed, for a fee, to purchase all asset-backed securities received by the FRBNY in conjunction with a TALF loan at a price equal to the TALF loan plus accrued but unpaid interest. Losses on asset-backed securities held by TALF LLC will be offset in the following order: by the commitment fees collected by TALF LLC, by the interest received on investments of TALF LLC, by up to \$4.3 billion in subordinated debt funding provided by the U.S. Treasury, and finally, by senior debt funding provided by the FRBNY. Payments by TALF LLC from the proceeds of its net portfolio holdings will be made in the following order: operating expenses of TALF LLC, principal due to the FRBNY, principal due to the U.S. Treasury, interest due to the FRBNY, and interest due to the U.S. Treasury. Any remaining funds will be shared by the FRBNY and the U.S. Treasury.

### 9. Supplemental Information on the Federal Reserve Bank of New York's Preferred Interests in AIA Aurora LLC and ALICO Holdings LLC

Millions of dollars

Account name	Wednesday Aug 11, 2010
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>1</sup>	25,733
Accrued dividends on preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>2</sup>	148
Preferred interests in AIA Aurora LLC <sup>1</sup>	16,469
Accrued dividends on preferred interests in AIA Aurora LLC <sup>2</sup>	95
Preferred interests in ALICO Holdings LLC <sup>1</sup>	9,264
Accrued dividends on preferred interests in ALICO Holdings LLC <sup>2</sup>	53

Note: Components may not sum to totals because of rounding.

1. Book value.
2. This amount is included in other Federal Reserve assets in table 1 and in other assets in table 10 and table 11.

Note on preferred interests:

In conjunction with the restructuring of the government's assistance to American International Group, Inc. (AIG) announced March 2, 2009, the outstanding balance and amount available of revolving credit provided to AIG by the FRBNY has been reduced in exchange for preferred interests in two special purpose vehicles, AIA Aurora LLC and ALICO Holdings LLC. These two limited liability companies were created to directly or indirectly hold all of the outstanding common stock of American International Assurance Company Ltd. (AIA) and American Life Insurance Company (ALICO), two life insurance subsidiaries of AIG. AIG will retain control of AIA Aurora LLC and ALICO Holdings LLC, and the FRBNY will have certain consent, disposition, and conversion rights with respect to its preferred interests.

Dividends accrue as a percentage of the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC. On a quarterly basis, the accrued dividends are capitalized and added to the FRBNY's preferred interests in AIA Aurora LLC and ALICO Holdings LLC.

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**10. Consolidated Statement of Condition of All Federal Reserve Banks**

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Aug 11, 2010	Change since	
			Wednesday Aug 4, 2010	Wednesday Aug 12, 2009
<b>Assets</b>				
Gold certificate account		11,037	0	0
Special drawing rights certificate account		5,200	0	+ 3,000
Coin		2,065	0	+ 152
Securities, repurchase agreements, term auction credit, and other loans		2,118,074	+ 173	+ 393,430
Securities held outright <sup>1</sup>		2,055,848	+ 1,714	+ 673,986
U.S. Treasury securities		777,009	- 10	+ 48,035
Bills <sup>2</sup>		18,423	0	0
Notes and bonds, nominal <sup>2</sup>		712,020	0	+ 51,555
Notes and bonds, inflation-indexed <sup>2</sup>		41,129	0	- 3,459
Inflation compensation <sup>3</sup>		5,437	- 11	- 61
Federal agency debt securities <sup>2</sup>		159,381	0	+ 49,378
Mortgage-backed securities <sup>4</sup>		1,119,459	+ 1,725	+ 576,574
Repurchase agreements <sup>5</sup>		0	0	0
Term auction credit		0	0	- 233,598
Other loans		62,225	- 1,542	- 46,959
Net portfolio holdings of Commercial Paper Funding Facility LLC <sup>6</sup>		1	0	- 58,051
Net portfolio holdings of Maiden Lane LLC <sup>7</sup>		29,469	+ 18	+ 3,481
Net portfolio holdings of Maiden Lane II LLC <sup>8</sup>		15,961	- 213	+ 1,143
Net portfolio holdings of Maiden Lane III LLC <sup>9</sup>		23,299	- 282	+ 2,439
Net portfolio holdings of TALF LLC <sup>10</sup>		540	0	+ 540
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>11</sup>		25,733	0	+ 25,733
Items in process of collection	(72)	216	- 107	- 246
Bank premises		2,226	+ 2	+ 12
Central bank liquidity swaps <sup>12</sup>		1,246	0	- 73,965
Other assets <sup>13</sup>		95,866	+ 1,456	+ 15,634
<b>Total assets</b>	(72)	2,330,932	+ 1,047	+ 313,300

Note: Components may not sum to totals because of rounding. Footnotes appear at the end of the table.

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**10. Consolidated Statement of Condition of All Federal Reserve Banks (continued)**

Millions of dollars

Assets, liabilities, and capital	Eliminations from consolidation	Wednesday Aug 11, 2010	Change since	
			Wednesday Aug 4, 2010	Wednesday Aug 12, 2009
<i>Liabilities</i>				
Federal Reserve notes, net of F.R. Bank holdings		906,918	+ 1,143	+ 34,119
Reverse repurchase agreements <sup>14</sup>		58,548	- 2,359	- 9,122
Deposits	(0)	1,289,618	+ 897	+ 272,205
Term deposits held by depository institutions		2,119	0	+ 2,119
Other deposits held by depository institutions		1,058,230	+ 18,013	+ 281,204
U.S. Treasury, general account		26,932	- 17,081	- 8,826
U.S. Treasury, supplementary financing account		199,957	- 3	+ 24
Foreign official		2,013	- 17	- 1,026
Other	(0)	367	- 15	- 1,290
Deferred availability cash items	(72)	2,237	- 15	- 294
Other liabilities and accrued dividends <sup>15</sup>		17,149	+ 1,770	+ 9,764
<b>Total liabilities</b>	<b>(72)</b>	<b>2,274,469</b>	<b>+ 1,435</b>	<b>+ 306,672</b>
<i>Capital accounts</i>				
Capital paid in		26,671	+ 2	+ 2,068
Surplus		25,834	+ 6	+ 4,520
Other capital accounts		3,958	- 396	+ 41
<b>Total capital</b>		<b>56,463</b>	<b>- 388</b>	<b>+ 6,629</b>

Note: Components may not sum to totals because of rounding.

1. Includes securities lent to dealers under the overnight and term securities lending facilities; refer to table 1A.
2. Face value of the securities.
3. Compensation that adjusts for the effect of inflation on the original face value of inflation-indexed securities.
4. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
5. Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
6. Refer to table 7 and the note on consolidation accompanying table 11.
7. Refer to table 4 and the note on consolidation accompanying table 11.
8. Refer to table 5 and the note on consolidation accompanying table 11.
9. Refer to table 6 and the note on consolidation accompanying table 11.
10. Refer to table 8 and the note on consolidation accompanying table 11.
11. Refer to table 9.
12. Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.
13. Includes other assets denominated in foreign currencies, which are revalued daily at market exchange rates, accrued dividends on the Federal Reserve Bank of New York's (FRBNY) preferred interests in AIA Aurora LLC and ALICO Holdings LLC, and the fair value adjustment to credit extended by the FRBNY to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
14. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
15. Includes the liabilities of Commercial Paper Funding Facility LLC, Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 8 and the note on consolidation accompanying table 11.



## H.4.1

**11. Statement of Condition of Each Federal Reserve Bank, August 11, 2010**

Millions of dollars

Assets, liabilities, and capital	Total	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
<b>Assets</b>													
Gold certificate account	11,037	369	4,038	404	463	846	1,385	887	324	203	296	652	1,170
Special drawing rights certificate acct.	5,200	196	1,818	210	237	412	654	424	150	90	153	282	574
Coin	2,065	65	68	164	149	304	196	318	30	59	149	216	347
Securities, repurchase agreements, term auction credit, and other loans	2,118,074	52,027	901,039	48,010	69,849	234,139	194,550	154,989	52,982	28,168	70,525	86,338	225,457
Securities held outright <sup>1</sup>	2,055,848	52,027	838,895	48,010	69,849	234,139	194,540	154,983	52,955	28,144	70,524	86,326	225,457
U.S. Treasury securities	777,009	19,663	317,061	18,145	26,399	88,493	73,526	58,576	20,014	10,637	26,655	32,627	85,212
Bills <sup>2</sup>	18,423	466	7,517	430	626	2,098	1,743	1,389	475	252	632	774	2,020
Notes and bonds <sup>3</sup>	758,586	19,197	309,543	17,715	25,773	86,395	71,783	57,187	19,540	10,385	26,023	31,853	83,191
Federal agency debt securities <sup>2</sup>	159,381	4,033	65,036	3,722	5,415	18,152	15,082	12,015	4,105	2,182	5,467	6,692	17,479
Mortgage-backed securities <sup>4</sup>	1,119,459	28,330	456,798	26,143	38,034	127,494	105,932	84,392	28,835	15,325	38,402	47,007	122,767
Repurchase agreements <sup>5</sup>	0	0	0	0	0	0	0	0	0	0	0	0	0
Term auction credit	0	0	0	0	0	0	0	0	0	0	0	0	0
Other loans	62,225	1	62,144	0	0	0	10	6	27	24	1	12	0
Net portfolio holdings of Commercial Paper Funding Facility LLC <sup>6</sup>	1	0	1	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane LLC <sup>7</sup>	29,469	0	29,469	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane II LLC <sup>8</sup>	15,961	0	15,961	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of Maiden Lane III LLC <sup>9</sup>	23,299	0	23,299	0	0	0	0	0	0	0	0	0	0
Net portfolio holdings of TALF LLC <sup>10</sup>	540	0	540	0	0	0	0	0	0	0	0	0	0
Preferred interests in AIA Aurora LLC and ALICO Holdings LLC <sup>11</sup>	25,733	0	25,733	0	0	0	0	0	0	0	0	0	0
Items in process of collection	288	17	0	27	63	12	-6	54	18	15	11	35	42
Bank premises	2,226	123	256	69	143	238	218	209	135	108	266	248	212
Central bank liquidity swaps <sup>12</sup>	1,246	46	362	136	93	347	77	30	12	35	10	17	82
Other assets <sup>13</sup>	95,866	2,726	36,353	4,393	4,258	15,007	8,206	5,877	2,076	1,685	2,623	3,314	9,348
Interdistrict settlement account	0	- 2,703	+ 123,204	+ 23,078	- 13,346	+ 1,855	- 42,788	- 40,978	- 14,554	+ 10,121	- 18,580	- 1,237	- 24,074
<b>Total assets</b>	<b>2,331,004</b>	<b>52,867</b>	<b>1,162,140</b>	<b>76,491</b>	<b>61,908</b>	<b>253,160</b>	<b>162,492</b>	<b>121,812</b>	<b>41,173</b>	<b>40,485</b>	<b>55,453</b>	<b>89,865</b>	<b>213,159</b>

Note: Components may not sum to totals because of rounding. Footnotes appear at the end of the table.

## H.4.1

**11. Statement of Condition of Each Federal Reserve Bank, August 11, 2010 (continued)**

Millions of dollars

Assets, liabilities, and capital	Total	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Minneapolis	Kansas City	Dallas	San Francisco
<i>Liabilities</i>													
Federal Reserve notes outstanding	1,138,519	40,354	392,033	45,368	46,258	90,665	145,342	88,334	33,215	20,481	33,487	76,931	126,051
Less: Notes held by F.R. Banks	231,601	4,193	101,881	5,357	9,764	14,668	30,614	12,849	4,558	5,201	3,415	12,283	26,820
Federal Reserve notes, net	906,918	36,162	290,153	40,011	36,494	75,997	114,728	75,485	28,656	15,280	30,072	64,648	99,231
Reverse repurchase agreements <sup>14</sup>	58,548	1,482	23,891	1,367	1,989	6,668	5,540	4,414	1,508	802	2,008	2,458	6,421
Deposits	1,289,618	13,001	820,113	29,021	18,691	156,705	38,090	39,737	10,200	22,231	22,520	21,445	97,865
Term deposits held by depository institutions	2,119	27	886	0	15	96	161	506	0	6	34	62	327
Other deposits held by depository institutions	1,058,230	12,966	590,179	29,016	18,673	156,485	37,926	39,165	10,195	22,223	22,484	21,382	97,534
U.S. Treasury, general account	26,932	0	26,932	0	0	0	0	0	0	0	0	0	0
U.S. Treasury, supplementary financing account	199,957	0	199,957	0	0	0	0	0	0	0	0	0	0
Foreign official	2,013	1	1,984	4	3	11	2	1	0	1	0	1	3
Other	367	7	174	0	1	112	0	65	5	0	1	0	2
Deferred availability cash items	2,308	77	0	198	530	109	144	185	66	376	109	95	419
Other liabilities and accrued dividends <sup>15</sup>	17,149	249	12,101	267	330	992	734	606	251	171	273	367	807
<b>Total liabilities</b>	<b>2,274,541</b>	<b>50,971</b>	<b>1,146,258</b>	<b>70,864</b>	<b>58,035</b>	<b>240,470</b>	<b>159,236</b>	<b>120,427</b>	<b>40,681</b>	<b>38,859</b>	<b>54,983</b>	<b>89,014</b>	<b>204,744</b>
<i>Capital</i>													
Capital paid in	26,671	916	7,631	2,807	1,919	5,440	1,551	641	216	806	212	397	4,137
Surplus	25,834	945	7,630	2,803	1,911	7,141	1,581	621	239	712	210	353	1,688
Other capital	3,958	34	621	17	44	109	124	124	36	107	49	101	2,590
<b>Total liabilities and capital</b>	<b>2,331,004</b>	<b>52,867</b>	<b>1,162,140</b>	<b>76,491</b>	<b>61,908</b>	<b>253,160</b>	<b>162,492</b>	<b>121,812</b>	<b>41,173</b>	<b>40,485</b>	<b>55,453</b>	<b>89,865</b>	<b>213,159</b>

Note: Components may not sum to totals because of rounding. Footnotes appear at the end of the table.

## 11. Statement of Condition of Each Federal Reserve Bank, August 11, 2010 (continued)

1. Includes securities lent to dealers under the overnight and term securities lending facilities; refer to table 1A.
2. Face value of the securities.
3. Includes the original face value of inflation-indexed securities and compensation that adjusts for the effect of inflation on the original face value of such securities.
4. Guaranteed by Fannie Mae, Freddie Mac, and Ginnie Mae. Current face value of the securities, which is the remaining principal balance of the underlying mortgages.
5. Cash value of agreements, which are collateralized by U.S. Treasury and federal agency securities.
6. Refer to table 7 and the note on consolidation below.
7. Refer to table 4 and the note on consolidation below.
8. Refer to table 5 and the note on consolidation below.
9. Refer to table 6 and the note on consolidation below.
10. Refer to table 8 and the note on consolidation below.
11. Refer to table 9.
12. Dollar value of foreign currency held under these agreements valued at the exchange rate to be used when the foreign currency is returned to the foreign central bank. This exchange rate equals the market exchange rate used when the foreign currency was acquired from the foreign central bank.
13. Includes other assets denominated in foreign currencies, which are revalued daily at market exchange rates, accrued dividends on the Federal Reserve Bank of New York's (FRBNY) preferred interests in AIA Aurora LLC and ALICO Holdings LLC, and the fair value adjustment to credit extended by the FRBNY to eligible borrowers through the Term Asset-Backed Securities Loan Facility.
14. Cash value of agreements, which are collateralized by U.S. Treasury securities, federal agency debt securities, and mortgage-backed securities.
15. Includes the liabilities of Commercial Paper Funding Facility LLC, Maiden Lane LLC, Maiden Lane II LLC, Maiden Lane III LLC, and TALF LLC to entities other than the Federal Reserve Bank of New York, including liabilities that have recourse only to the portfolio holdings of these LLCs. Refer to table 4 through table 8 and the note on consolidation below.

### Note on consolidation:

The Federal Reserve Bank of New York (FRBNY) has extended loans to several limited liability companies under the authority of section 13(3) of the Federal Reserve Act. On June 26, 2008, a loan was extended to Maiden Lane LLC, which was formed to acquire certain assets of Bear Stearns. On October 27, 2008, the FRBNY began extending loans to Commercial Paper Funding Facility LLC, which was formed to purchase three-month U.S. dollar-denominated commercial paper from eligible issuers. On November 25, 2008, a loan was extended to Maiden Lane III LLC, which was formed to purchase multi-sector collateralized debt obligations on which the Financial Products group of the American International Group, Inc. has written credit default swap contracts. On December 12, 2008, a loan was extended to Maiden Lane II LLC, which was formed to purchase residential mortgage-backed securities from the U.S. securities lending reinvestment portfolio of subsidiaries of American International Group, Inc. On November 25, 2008, the Federal Reserve Board authorized the FRBNY to extend credit to TALF LLC, which was formed to purchase and manage any asset-backed securities received by the FRBNY in connection with the decision of a borrower not to repay a loan extended under the Term Asset-Backed Securities Loan Facility.

The FRBNY is the sole beneficiary of Commercial Paper Funding Facility LLC. The FRBNY is the primary beneficiary of TALF LLC, because of the two beneficiaries of the LLC, the FRBNY and the U.S. Treasury, the FRBNY is primarily responsible for directing the financial activities of TALF LLC. The FRBNY is the primary beneficiary of the other LLCs cited above because it will receive a majority of any residual returns of the LLCs and absorb a majority of any residual losses of the LLCs. Consistent with generally accepted accounting principles, the assets and liabilities of these LLCs have been consolidated with the assets and liabilities of the FRBNY in the preparation of the statements of condition shown on this release. As a consequence of the consolidation, the extensions of credit from the FRBNY to the LLCs are eliminated, the net assets of the LLCs appear as assets on the previous page (and in table 1 and table 10), and the liabilities of the LLCs to entities other than the FRBNY, including those with recourse only to the portfolio holdings of the LLCs, are included in other liabilities in this table (and table 1 and table 10).

#### H.4.1

### 12. Collateral Held against Federal Reserve Notes: Federal Reserve Agents' Accounts

Millions of dollars

Federal Reserve notes and collateral		Wednesday Aug 11, 2010
Federal Reserve notes outstanding		1,138,519
Less: Notes held by F.R. Banks not subject to collateralization		231,601
Federal Reserve notes to be collateralized		906,918
Collateral held against Federal Reserve notes		906,918
Gold certificate account		11,037
Special drawing rights certificate account		5,200
U.S. Treasury, agency debt, and mortgage-backed securities pledged <sup>1,2</sup>		890,681
Other assets pledged		0
<i>Memo:</i>		
Total U.S. Treasury, agency debt, and mortgage-backed securities <sup>1,2</sup>		2,055,848
Less: Face value of securities under reverse repurchase agreements		56,367
U.S. Treasury, agency debt, and mortgage-backed securities eligible to be pledged		1,999,481

Note: Components may not sum to totals because of rounding.

1. Includes face value of U.S. Treasury, agency debt, and mortgage-backed securities held outright, compensation to adjust for the effect of inflation on the original face value of inflation-indexed securities, and cash value of repurchase agreements.
2. Includes securities lent to dealers under the overnight and term securities lending facilities; refer to table 1A.